

Amendment No. 1 to HB3601

Fitzhugh
Signature of Sponsor

AMEND Senate Bill No. 3692

House Bill No. 3601*

by deleting Section 3 in its entirety and substituting instead the following:

SECTION 3. Tennessee Code Annotated Section 9-9-205(a)(2) and (3) are amended by deleting the number "2011" and substituting instead "2012".

AND FURTHER AMEND by adding the following new sections immediately preceding the last section and by renumbering the subsequent section accordingly:

SECTION __. Tennessee Code Annotated, 9-9-204 is amended by adding the following as a new sentence which shall expire as of June 30, 2012:

However, in applying § 47-14-103, and related provisions of title 47, chapter 14, to bonds issued by the funding board pursuant to this chapter, the effective rate of interest on any such bond with respect to which the funding board has made elections under § 54AA(d)(1)(C) of the Internal Revenue Code of 1986, to have § 54AA of apply to such bond, and §54AA(g)(2)(B) of the Internal Revenue Code of 1986 to have Section 54AA(g) apply to such bond, shall be determined by reducing the interest payable by the funding board with respect to such bond by the amount of payments from the treasury department of the United States of America that the funding board expected, at the time of the issuance of such bond, to receive with respect to such bond under § 6431(b) of the Internal Revenue Code of 1986, as a result of the foregoing elections.

SECTION __. Tennessee Code Annotated Section 9-21-132(a) is amended by deleting the number "2010" and substituting instead "2012".

SECTION __. Tennessee Code Annotated, Title 9, Chapter 21, Part 1 is amended by adding the following new section which shall expire as of June 30, 2012:

9-21-1___. In applying § 47-14-103, and related provisions of title 47, chapter 14, to bonds issued by local governments pursuant to this chapter, the effective rate of interest on any such bond with respect to which the local government has made elections under § 54AA(d)(1)(C) of the Internal Revenue Code of 1986, to have § 54AA apply to such bond, and §54AA(g)(2)(B) of the Internal Revenue Code of 1986 to have Section 54AA(g) apply to such bond, shall be determined by reducing the interest payable by the local government with respect to such bond by the amount of payments from the treasury department of the United States of America that the local government expected, at the time of the issuance of such bond, to receive with respect to such bond under § 6431(b) of the Internal Revenue Code of 1986, as a result of the foregoing elections.